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FORT WAYNE MILK MARKET NEWS

Federal Milk Order No. 32
U. S. Department of Agriculture
Dairy Division
Agricultural Marketing Service

Market Administrator
507 Strauss Building
809-11 S. Calhoun St.
Fort Wayne 2, Indiana

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

JUL 22 1958

U. S. DEPARTMENT OF AGRICULTURE

July 1958

Vol. 2 No. 7

JUNE UNIFORM PRICE \$3.26

Dairy farmers who delivered Fort Wayne Grade "A" milk to handlers subject to the Fort Wayne Milk Order during June 1958, will receive a minimum uniform price of \$3.26 per hundredweight for milk testing 3.5%. A butterfat differential of 6.6 cents for each one-tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction, authorized hauling charges and the 3 percent transportation tax. The computation of the minimum blend price is shown on page 4 and the class prices on page 3.

The \$3.26 price for June 1958 is 21 cents below the June 1957 price. It is 2 cents under the May 1958 price.

PRODUCTION AND UTILIZATION

Producers pooled 11,480,503 pounds of Fort Wayne approved milk during June 1958, of which 5,347,120 pounds or 46.6% was utilized in Class I. Production was up 0.4% from May 1958 and up 4.9% from a year ago in June. Class I utilization of producer milk was down 2.4% from May 1958 and up 11.1% from June 1957.

There were 936 producers in the pool for June 1958 which is 27 more than May 1958 but 17 less than in June a year ago. Average production per farm per day was 409 pounds for June 1958. Daily farm production for May 1958 and June 1957 was 406 pounds and 383 pounds, respectively. Other comparable market statistics will be found on pages 2 and 3.

JULY 1958, SUPPLY DEMAND ADJUSTMENT +7¢

The supply demand adjustment for July 1958 will be +7 cents. Total difference between the July Class II and Class I prices, therefore, will be \$1.22.

TRANSPORTATION TAX REPEAL EFFECTIVE AUGUST 1, 1958

Repeal of the 3% federal excise tax on hauling was signed by President Eisenhower last week, to be effective August 1, 1958.

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	June 1958 Reported		June 1957 Audited	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	5,647,862	199,146	5,131,698	179,804
Fortified Skim Milk	181,503	3,183	171,183	2,909
Skim Milk	87,755	428	85,073	87
Buttermilk	76,604	677	77,912	650
Flavored Milk/Drink	166,200	3,191	173,856	3,275
Cream Mixtures	111,500	13,665	99,032	12,001
Light Cream	24,991	5,068	27,232	5,377
Heavy Cream	11,587	4,223	10,898	3,912
Sour Cream	7,543	1,421	5,135	976
Ice Cream Mix	-0-	-0-	1,160	148
SubTotals	6,315,545	231,002	5,783,179	209,139
Plus. Unaccounted For	4,689	781	1,399	764
Gross Total Class I Milk	6,320,234	231,783	5,784,578	209,903
Less Other Source Receipts	973,114	36,614	973,788	34,845
Less Overages	-0-	-0-	-0-	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>5,347,120</u>	<u>195,169</u>	<u>4,810,790</u>	<u>175,058</u>
<u>CLASS II MILK</u>				
Used by Pool Plants in the Manufacture of Class II items	9,663,616	243,309	8,334,805	179,383
Sales to Non-Pool Manufacturing Plants	3,661,986	222,590	4,416,285	267,820
Inventory Variation	+ 186,736	+ 11,742	+ 127,236	+ 19,849
Dumped or Livestock Feed	6,336	98	11,042	149
Class II Shrinkage	78,497	10,705	95,014	11,361
Gross Total Class II Milk	13,597,171	488,444	12,984,382	478,562
Less Other Source Receipts	7,463,217	274,102	6,845,922	262,362
Less Overages	571	571	233	233
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>6,133,383</u>	<u>213,771</u>	<u>6,138,227</u>	<u>215,967</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>11,480,503</u>	<u>408,940</u>	<u>10,949,017</u>	<u>391,025</u>

UTILIZATION PERCENTAGES

	June 1958		June 1957	
	<u>Milk</u>	<u>B. F.</u>	<u>Milk</u>	<u>B. F.</u>
Producer Milk Utilized in Class I	46.58	47.73	43.94	44.77
Other Source Milk Utilized in Class I	11.53	11.78	12.45	11.72
Producer Milk Utilized in Class II	53.42	52.27	56.06	55.23
Other Source Milk Utilized in Class II	88.47	88.22	87.55	88.28

AVERAGE TESTS

Average Test of Producer Milk Class I	3.65	3.64
Average Test of Producer Milk Class II	3.49	3.52
Average Test of Total Producer Milk	3.56	3.57

STATISTICAL SUMMARY FOR JUNE 1958

Order No. 32, as Amended	June 1958 Reported	May 1958 Reported	June 1957 Audited	June 1956 Audited
Gross: Class I Milk (Lbs.)	6,320,234	6,527,300	5,784,578	6,157,902
Class II Milk	13,597,171	12,668,793	12,984,382	11,957,167
Total Gross Utilization	19,917,405	19,196,093	18,768,960	18,115,069
Total Daily Class I Milk (Lbs.)	210,674	210,558	192,819	205,263
Daily Class I Milk Compared With:		+ 0.06%	+ 9.26%	+ 2.64%
Receipts: Producers Class I	5,347,120	5,477,773	4,810,790	5,094,951
Class II	6,133,383	5,958,400	6,138,227	6,678,362
Total	11,480,503	11,436,173	10,949,017	11,773,313
Other Sources	8,436,331	7,692,208	7,819,710	6,340,321
Overages	571	67,712	233	1,435
Total Receipts (Lbs.)	19,917,405	19,196,093	18,768,960	18,115,069
Daily Production (Lbs.)	382,683	368,909	364,967	392,444
Daily Production Compared With:		+ 3.73%	+ 4.85%	- 2.5%
Number of Producers	936	909	953	1,031
Daily Production per Farm (Lbs.)	409	406	383	381
Producers' Average Butterfat Test	3.56%	3.61%	3.57%	3.58%
Gross Class I Milk to Producer Milk	55.1%	57.1%	52.8%	52.3%
Class II Price (3.5%)	\$2.868	\$2.872	\$3.090	\$3.079
Basic Adjustment	.75	.75	.75	1.21
Supply Demand Adjustment	+ .07	+ .07	+ .07	- .14
Class I Price	\$3.688	\$3.692	\$3.910	\$4.149
Uniform Price (3.5%)	\$3.26	\$3.28	\$3.47	\$3.56
Butterfat Differentials: Class I	\$.075	\$.075	\$.077	\$.077
Class II	.066	.066	.068	.068
Producer	.066	.066	.068	.068
Pool Value of Producer Milk	\$379,411	\$383,780	\$383,890	\$425,465
Value of Producer Milk per Farm	405	422	403	413
Non-Fat Dried Milk Solids Price	\$.1242	\$.1252	\$.1430	\$.1431
Cheddar Cheese Price	.3356	.3309	.3506	.3506
92-Score Butter Price, Chicago	.5775	.5766	.5938	.5912
Mft. Pay Price (4 plants)	2.781	2.788	2.894	2.894
Butter-Cheese Formula Price	2.755	2.745	2.842	2.833
Butter-Skim Powder Formula Price	2.868	2.872	3.090	3.079

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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United States Secretary
of Agriculture
Order No. 32, as Amended

507 Strauss Building
809-11 S. Calhoun St.
Fort Wayne 2, Indiana

ANNOUNCEMENT AND COMPUTATION OF UNIFORM PRICE FOR JUNE 1958
(Based on Reports of 10 Handlers)

Uniform Price \$3.26 / Cwt., for 3.5% Milk

ALLOCATION AND VALUE OF PRODUCER MILK

		<u>Pounds</u>	<u>Value Cwt.</u>	<u>Total Value</u>
Class I Butterfat	195,169		\$76.063	\$148,451.38
Skim	<u>5,151,951</u>		1.063	<u>54,765.23</u>
Product		5,347,120	<u>\$ 3.800</u>	\$203,216.61
Class II Butterfat	213,771		\$66.558	\$142,281.70
Skim	<u>5,919,612</u>		.558	<u>33,031.43</u>
Product		<u>6,133,383</u>	<u>\$ 2.858</u>	<u>\$175,313.13</u>
Total Producer Deliveries Pooled	11,480,503		\$3.297	\$378,529.74
Add: Overage Value			.003	<u>380.04</u>
			<u>\$3.300</u>	\$378,909.78
Add: Other Source Assessments			.005	<u>500.95</u>
Total Value of Producer Milk			<u>\$3.305</u>	\$379,410.73
Subtract: Butterfat Adjustment			.041	<u>4,700.78</u>
			<u>\$3.264</u>	\$374,709.95
Add: Cash Balance at July 9, 1958			.041	<u>4,739.53</u>
			<u>\$3.305</u>	\$379,449.48
Subtract: Reserve (between 4¢ and 5¢)			.045	<u>5,185.08</u>
Announced 3.5% Uniform Price			<u>\$3.26</u>	<u>\$374,264.40</u>

IMPORTANT: The announced uniform price of \$3.26 cwt., is subject to a butterfat differential of \$.066 cwt., for each 1/10 of 1% butterfat content variance from 3.5%. This price is subject to the applicable marketing service deduction together with the authorized hauling charges and the 3% transportation tax.

PRODUCER UNIFORM PRICES AT BUTTERFAT TEST FOR JUNE 1958
(F. O. B. Fort Wayne, Indiana)

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.095	3.75	\$3.425	4.35	\$3.821	4.95	\$4.217
3.30	3.128	3.80	3.458	4.40	3.854	5.00	4.250
3.35	3.161	3.85	3.491	4.45	3.887	5.05	4.283
3.40	3.194	3.90	3.524	4.50	3.920	5.10	4.316
3.45	3.227	3.95	3.557	4.55	3.953	5.15	4.349
		4.00	3.590	4.60	3.986	5.20	4.382
3.50	3.26	4.05	3.623	4.65	4.019	5.25	4.415
		4.10	3.656	4.70	4.052	5.30	4.448
3.55	3.293	4.15	3.689	4.75	4.085	5.35	4.481
3.60	3.326	4.20	3.722	4.80	4.118	5.40	4.514
3.65	3.359	4.25	3.755	4.85	4.151	5.45	4.547
3.70	3.392	4.30	3.788	4.90	4.184	5.50	4.580

July 9, 1958

R. J. Connolly, Market Administrator

